

**HIGHLIGHTS**  
Accounting Period 6, FY 2001  
(Millions)

Accounting Period 6						
Actual	Budget	Var. to Budget	%Bdgt	SPLY	%SPLY	
\$ 5,129.3	\$ 5,201.7	[\$ - 72.4 ]	[ - 1.4 ]	\$ 4,970.8	3.2	Total Revenue (1)
<u>5,302.6</u>	<u>5,292.5</u>	<u>[ 10.1 ]</u>	<u>[ 0.2 ]</u>	<u>5,000.3</u>	6.0	Total Expense (2)
\$ - 173.3	\$ - 90.8	[\$ - 82.5 ]	-	\$ - 29.5	-	Income/(Loss)
\$ 49.8	\$ 37.8	[\$ 12.0 ]	[ 31.7 ]	\$ 63.7	- 21.8	Capital Commitments (3)
123.4	123.5	- 0.1	- 0.1	125.6	- 1.7	Total Work Hours
15,802.5	15,998.9	[ - 196.4 ]	[ - 1.2 ]	15,958.7	- 1.0	Mail Volume

Year-to-Date						
Actual	Budget	Var. to Budget	%Bdgt	SPLY	%SPLY	
\$ 31,106.1	\$ 31,450.4	[\$ - 344.3 ]	[ - 1.1 ]	\$ 30,544.9	1.8	
<u>31,361.7</u>	<u>31,250.3</u>	<u>[ 111.4 ]</u>	<u>[ 0.4 ]</u>	<u>29,593.1</u>	6.0	
\$ - 255.6	\$ 200.1	[\$ - 455.7 ]	-	\$ 951.8	-	
\$ 437.2	\$ 465.4	\$ - 28.2	- 6.1	\$ 542.8	- 19.5	
759.9	753.9	[ 6.1 ]	[ 0.7 ]	764.8	- 0.6	
99,693.8	98,173.2	1,520.5	1.5	97,671.7	2.1	

[ ] = Unfavorable variance to budget

Note: Totals may not sum due to rounding.

Note: Mail Volume numbers are preliminary numbers and are subject to change.

(1) The revenue plan reflects rates as requested in the R2000-1 Omnibus Rate Case.

(2) Please see explanation on page 6 referencing transportation expense.

(3) The capital plan was reduced from \$3.6 billion to \$2.6 billion.

Actual Number Of:

Post Offices  
Active Postal Owned Vehicles  
    Administrative  
    Operations  
Possible City Deliveries (000)  
Rural Routes  
Delivery Routes  
Career Employees (Excludes Inspector General)  
Casual Employees  
Transitional Employees

Current Period	Last Period	SPLY
27,873	27,873	27,833
5,617	5,621	5,460
201,495	201,176	196,564
83,534	83,497	83,009
67,894	67,739	65,633
168,274	168,199	168,307
782,986	783,898	794,645
34,898	37,075	28,781
13,851	14,412	13,277

**STATEMENT OF INCOME & EXPENSE**  
**Accounting Period 6, FY 2001**  
(\$ Millions)

Current Period						
Actual	Budget	Var. to Budget	%Bdgt	SPLY	%SPLY	
\$ 5,126.3	\$ 5,199.7	[\$ - 73.4 ]	[ - 1.4 ]	\$ 4,968.6	3.2	Operating Revenue *
<u>5,148.3</u>	<u>5,131.9</u>	<u>[ 16.4 ]</u>	<u>[ 0.3 ]</u>	<u>4,857.1</u>	6.0	Operating Expense
\$ - 22.0	\$ 67.8	[\$ - 89.8 ]	-	\$ 111.5	-	Income From Operations
3.0	2.0	1.0	50.8	2.2	37.3	Investment Income
- 30.4	- 36.7	6.3	- 17.2	- 21.6	40.7	Interest Expense
<u>- 123.9</u>	<u>- 123.9</u>	<u>0.0</u>	0.0	<u>- 121.6</u>	1.9	Interest on Deferred Ret. Liabilities
<u>\$ - 173.3</u>	<u>\$ - 90.8</u>	<u>[\$ - 82.5 ]</u>	-	<u>\$ - 29.5</u>	-	Income/(Loss)

Year-to-Date						
Actual	Budget	Var. to Budget	%Bdgt	SPLY	%SPLY	
\$ 31,089.0	\$ 31,437.4	[\$ - 348.4 ]	[ - 1.1 ]	\$ 30,527.1	1.8	
<u>30,428.5</u>	<u>30,289.3</u>	<u>[ 139.2 ]</u>	<u>[ 0.5 ]</u>	<u>28,729.2</u>	5.9	
\$ 660.5	\$ 1,148.1	[\$ - 487.6 ]	-	\$ 1,797.9	-	
17.1	13.0	4.1	31.6	17.8	- 1.7	
- 189.7	- 217.5	27.8	- 12.8	- 134.1	41.5	
<u>- 743.5</u>	<u>- 743.5</u>	<u>0.0</u>	0.0	<u>- 729.8</u>	1.9	
<u>\$ - 255.6</u>	<u>\$ 200.1</u>	<u>[\$ - 455.7 ]</u>	-	<u>\$ 951.8</u>	-	

[ ]=Unfavorable variance to budget

Note: Totals may not sum due to rounding.

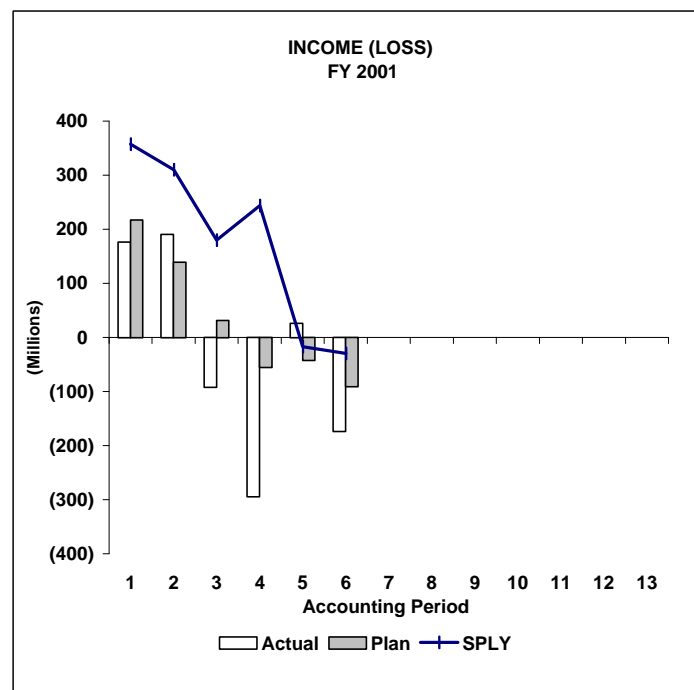
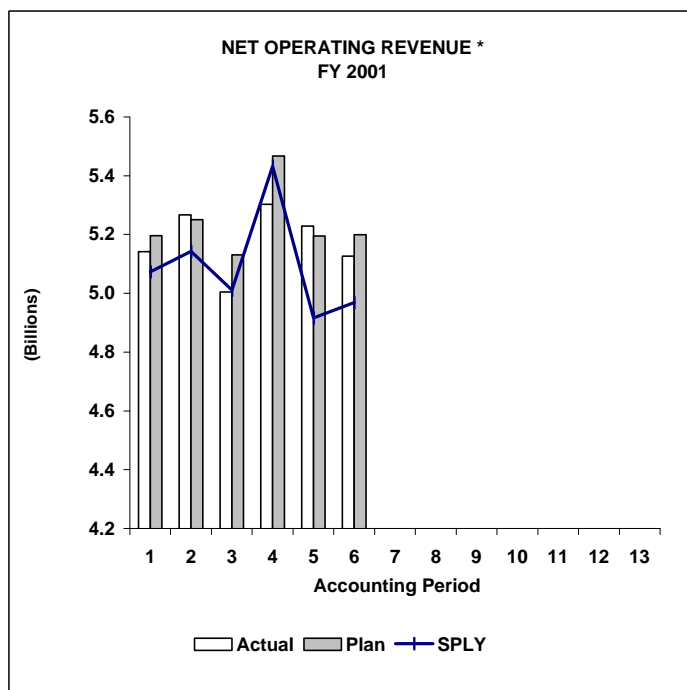
\* The revenue plan reflects rates as requested in the R2000-1 Omnibus Rate Case.

**MAIL VOLUME - MAIL REVENUE**  
(Data in Thousands)

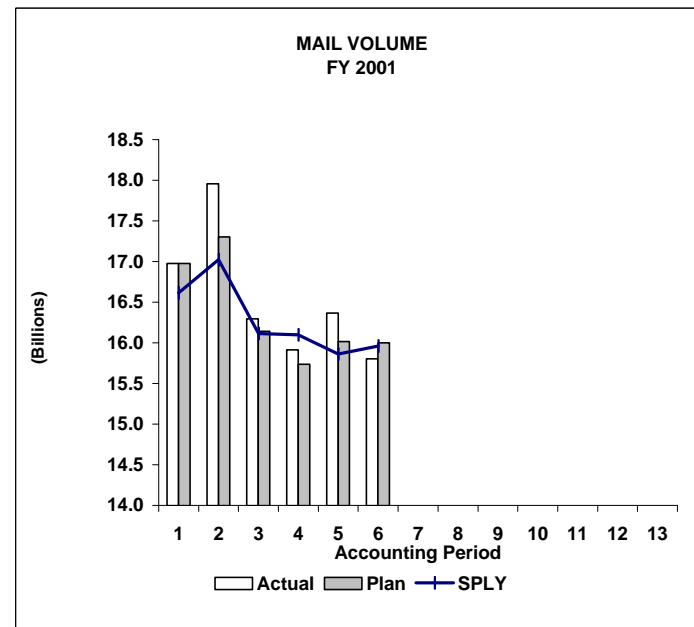
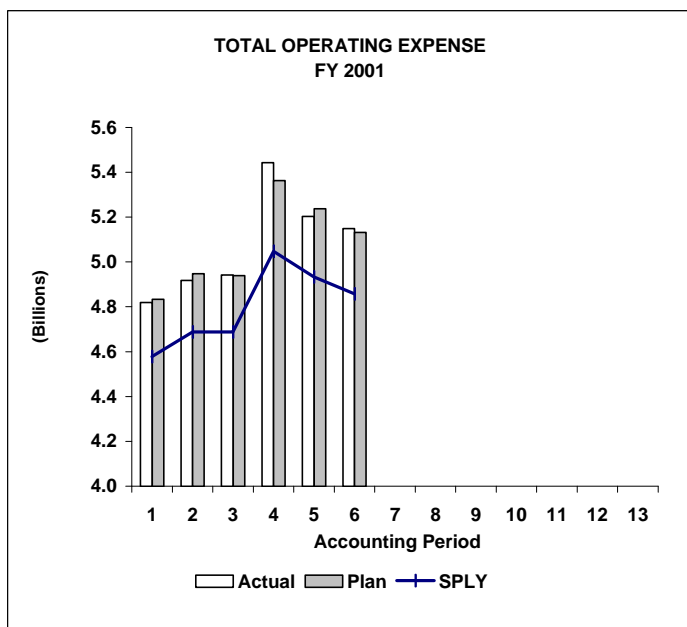
	CURRENT QUARTER			YEAR-TO-DATE		
	QTR II 2001	QTR II 2000	% CHANGE	QTR II 2001	QTR II 2000	% CHANGE
<b>FIRST-CLASS</b>						
VOLUME	25,548,669	25,186,509	1.4	49,378,037	48,973,167	0.8
REVENUE	\$ 8,735,399	\$ 8,597,855	1.6	\$ 16,894,931	\$ 16,778,434	0.7
REV/PC.	0.3419	0.3414	0.2	0.3422	0.3426	- 0.1
<b>PRIORITY-MAIL</b>						
VOLUME	303,383	318,102	- 4.6	578,078	601,686	- 3.9
REVENUE	\$ 1,335,544	\$ 1,305,931	2.3	\$ 2,425,825	\$ 2,425,009	0.0
REV/PC.	4.4022	4.1054	7.2	4.1964	4.0304	4.1
<b>EXPRESS MAIL</b>						
VOLUME	16,488	16,599	- 0.7	32,389	31,956	1.4
REVENUE	\$ 240,212	\$ 238,641	0.7	\$ 462,929	\$ 453,469	2.1
REV/PC.	14.5689	14.3768	1.3	14.2928	14.1904	0.7
<b>PERIODICALS</b>						
VOLUME	2,348,211	2,414,107	- 2.7	4,671,697	4,729,766	- 1.2
REVENUE	\$ 498,148	\$ 497,281	0.2	\$ 1,004,012	\$ 993,618	1.0
REV/PC.	0.2121	0.2060	3.0	0.2149	0.2101	2.3
<b>STANDARD MAIL</b>						
VOLUME	19,430,306	19,368,954	0.3	43,726,114	42,125,729	3.8
REVENUE	\$ 3,364,829	\$ 3,275,036	2.7	\$ 7,418,721	\$ 7,135,496	4.0
REV/PC.	0.1732	0.1691	2.4	0.1697	0.1694	0.2
<b>PACKAGE SERVICES</b>						
VOLUME	264,458	270,573	- 2.3	518,995	535,461	- 3.1
REVENUE	\$ 494,765	\$ 476,716	3.8	\$ 946,855	\$ 950,756	- 0.4
REV/PC.	1.8709	1.7619	6.2	1.8244	1.7756	2.7
<b>INTERNATIONAL</b>						
VOLUME	303,257	260,047	16.6	597,524	493,144	21.2
REVENUE	\$ 455,047	\$ 414,090	9.9	\$ 878,744	\$ 790,711	11.1
REV/PC.	1.5005	1.5924	- 5.8	1.4706	1.6034	- 8.3
<b>ALL OTHER</b>						
VOLUME	91,613	84,790	8.0	190,951	180,751	5.6
REVENUE	\$ 347	\$ 311	11.9	\$ 678	\$ 668	1.6
<b>ALL MAIL _1/</b>						
VOLUME	48,306,387	47,919,681	0.8	99,693,786	97,671,659	2.1
REVENUE	\$ 15,124,290	\$ 14,805,861	2.2	\$ 30,032,696	\$ 29,528,161	1.7
REV/PC.	0.3131	0.3090	1.3	0.3012	0.3023	- 0.4

\_ 1/ Totals may not sum due to rounding.

\_2/ Numbers are preliminary numbers and are subject to change.



\* The revenue plan reflects rates as requested in the R2000-1 Omnibus Rate Case.



**REVENUE BY SOURCE**  
**Accounting Period 6, FY 2001**  
(\$ Millions)

Current Period				Year-to-Date		
Actual	SPLY	% Diff		Actual	SPLY	% Diff
			<b>Operating Revenue:</b>			
\$ 2,006.4	\$ 1,948.5	3.0	Metered Postage	\$ 11,801.3	\$ 11,838.2	- 0.3
910.4	874.8	4.1	Stamps and Stamped Paper	5,615.1	5,618.3	- 0.1
1,112.3	1,053.9	5.5	Permit Imprint	6,953.8	6,633.8	4.8
171.4	175.1	- 2.1	Periodicals & Standard	994.8	985.8	0.9
56.0	78.4	- 28.6	Official Mail	377.6	402.1	- 6.1
656.4	618.0	6.2	Presort First-Class & Package Svc./Permit Imprint	4,127.6	3,869.8	6.7
52.8	53.2	- 0.8	Box Rents	316.9	312.3	1.5
14.3	15.5	- 7.7	Money Order Fees	83.2	85.8	- 3.0
<u>141.2</u>	<u>146.2</u>	- 3.4	Other	<u>787.9</u>	<u>751.0</u>	4.9
<b>\$ 5,121.2</b>	<b>\$ 4,963.6</b>	<b>3.2</b>	<b>Subtotal</b>	<b>\$ 31,058.2</b>	<b>\$ 30,497.1</b>	<b>1.8</b>
			<b>Government Appropriation:</b>			
<u>5.1</u>	<u>5.0</u>	2.0	Revenue Forgone	<u>30.8</u>	<u>30.0</u>	2.7
<b>\$ 5,126.3</b>	<b>\$ 4,968.6</b>	<b>3.2</b>	<b>Total Operating Revenue</b>	<b>\$ 31,089.0</b>	<b>\$ 30,527.1</b>	<b>1.8</b>
<u>3.0</u>	<u>2.2</u>	37.3	Investment Income	<u>17.1</u>	<u>17.8</u>	- 1.7
<b><u>\$ 5,129.3</u></b>	<b><u>\$ 4,970.8</u></b>	<b>3.2</b>	<b>Total Revenue</b>	<b><u>\$ 31,106.1</u></b>	<b><u>\$ 30,544.9</u></b>	<b>1.8</b>

Note: Totals may not sum due to rounding.

**REVENUE BY CATEGORY**  
**Accounting Period 6, FY 2001**  
(\$ Millions)

Current Period				Year-to-Date		
Actual	Budget	% Diff		Actual	Budget	% Diff
			<b>Commercial Revenue</b>			
\$ 1,992.9	\$ 2,303.4	[ 13.5 ]	Permit Revenue	\$ 12,418.1	\$ 13,084.5	[ 5.1 ]
1,783.9	1,540.0	15.8	Other Commercial Accounts Revenue	10,498.8	10,004.2	4.9
<b>\$ 3,776.8</b>	<b>\$ 3,843.4</b>	<b>[ 1.7 ]</b>	<b>Total Commercial Revenue</b>	<b>\$ 22,916.9</b>	<b>\$ 23,088.7</b>	<b>[ 0.7 ]</b>
			<b>Retail Revenue</b>			
1,072.3	1,073.2	[ 0.1 ]	Retail Postage Revenue	6,640.4	6,668.2	[ 0.4 ]
73.1	74.7	[ 2.0 ]	Retail Services Revenue	423.2	442.6	[ 4.4 ]
13.2	12.9	1.8	Retail Products Revenue	67.3	77.3	[ 12.9 ]
150.0	141.0	6.4	Other Retail Channels Revenue	823.0	865.7	[ 4.9 ]
<b>\$ 1,308.6</b>	<b>\$ 1,301.8</b>	<b>0.5</b>	<b>Total Retail Revenue</b>	<b>\$ 7,953.9</b>	<b>\$ 8,053.8</b>	<b>[ 1.2 ]</b>
<b>\$ 5,085.4</b>	<b>\$ 5,145.2</b>	<b>[ 1.2 ]</b>	<b>Total Commercial &amp; Retail Revenue</b>	<b>\$ 30,870.8</b>	<b>\$ 31,142.5</b>	<b>[ 0.9 ]</b>
35.8	49.4	[ 27.8 ]	Other Income	187.4	264.1	[ 29.1 ]
5.1	5.1	0.0	Revenue Forgone	30.8	30.8	0.0
<b>\$ 5,126.3</b>	<b>\$ 5,199.7</b>	<b>[ 1.4 ]</b>	<b>Total Operating Revenue</b>	<b>\$ 31,089.0</b>	<b>\$ 31,437.4</b>	<b>[ 1.1 ]</b>
3.0	2.0	50.8	Investment Income	17.1	13.0	31.6
<b>\$ 5,129.3</b>	<b>\$ 5,201.7</b>	<b>[ 1.4 ]</b>	<b>Total Revenue *</b>	<b>\$ 31,106.1</b>	<b>\$ 31,450.4</b>	<b>[ 1.1 ]</b>

[ ]=Unfavorable variance to budget

Note: Totals may not sum due to rounding.

\* The revenue plan reflects rates as requested in the R2000-1 Omnibus Rate Case.

**EXPENSE ANALYSIS**  
**Accounting Period 6, FY 2001**  
(\$ Millions)

Current Period							Year-to-Date						
Actual	Budget	Var. to Budget	%Bdgt	SPLY	%SPLY		Actual	Budget	Var to Budget	%Bdgt	SPLY	%SPLY	
\$ 4,003.2	\$ 3,991.7	[\$ 11.5 ]	[ 0.3 ]	\$ 3,789.6	5.6	Personnel Compensation	\$ 24,020.9	\$ 23,838.4	[\$ 182.5 ]	[ 0.8 ]	\$22,716.3	5.7	
Non-Personnel Expense:													
* 396.8	355.7	[ 41.1 ]	[ 11.5 ]	376.0	5.5	Transportation	2,436.0	2,269.2	[ 166.8 ]	[ 7.4 ]	2,209.7	10.2	
250.6	280.4	- 29.8	- 10.6	243.5	2.9	Supplies & Services	1,390.9	1,497.4	- 106.5	- 7.1	1,387.6	0.2	
<u>497.7</u>	<u>504.1</u>	- 6.4	- 1.3	<u>448.0</u>	11.1	Other	<u>2,580.7</u>	<u>2,684.3</u>	<u>- 103.6</u>	- 3.9	<u>2,415.6</u>	6.8	
<u>\$ 1,145.1</u>	<u>\$ 1,140.2</u>	<u>[\$ 4.9 ]</u>	<u>[ 0.4 ]</u>	<u>\$ 1,067.5</u>	<u>7.3</u>	Subtotal	<u>\$ 6,407.6</u>	<u>\$ 6,450.9</u>	<u>\$ - 43.3</u>	<u>- 0.7</u>	<u>\$ 6,012.9</u>	<u>6.6</u>	
<u>\$ 5,148.3</u>	<u>\$ 5,131.9</u>	<u>[\$ 16.4 ]</u>	<u>[ 0.3 ]</u>	<u>\$ 4,857.1</u>	<u>6.0</u>	Total Operating Expense	<u>\$ 30,428.5</u>	<u>\$ 30,289.3</u>	<u>[\$ 139.2 ]</u>	<u>[ 0.5 ]</u>	<u>\$ 28,729.2</u>	<u>5.9</u>	
30.4	36.7	- 6.3	- 17.2	21.6	40.7	Interest Expense	189.7	217.5	- 27.8	- 12.8	134.1	41.5	
<u>123.9</u>	<u>123.9</u>	<u>0.0</u>	0.0	<u>121.6</u>	1.9	Interest on Deferred Ret. Liabilities	<u>743.5</u>	<u>743.5</u>	<u>0.0</u>	0.0	<u>729.8</u>	1.9	
<u>\$ 5,302.6</u>	<u>\$ 5,292.5</u>	<u>[\$ 10.1 ]</u>	<u>[ 0.2 ]</u>	<u>\$ 5,000.3</u>	<u>6.0</u>	Total Expense	<u>\$ 31,361.7</u>	<u>\$ 31,250.3</u>	<u>[\$ 111.4 ]</u>	<u>[ 0.4 ]</u>	<u>\$ 29,593.1</u>	<u>6.0</u>	

[ ]=Unfavorable variance to budget

Note: Totals may not sum due to rounding.

\* In Fiscal Year (FY) 2001, the Postal Service began accruing for the cost of holiday transportation when incurred, rather than recognizing the expense when paid. The impact of this change in accounting policy is to increase the reported growth in AP 4 transportation expenses by \$137 million, relative to the same period last year (SPLY). Future accounting periods in FY 2001 will also be less comparable to the prior year, as the reported growth will be slightly lower than it otherwise would have been, compared to SPLY.

**ANALYSIS OF OPERATING EXPENSES**  
**Accounting Period 6, FY 2001**  
**Personnel Compensation**  
(\$ Millions)

Current Period							Year-to-Date					
Actual	Budget	Var. to Budget	%Bdgt	SPLY *	%SPLY		Actual	Budget	Var. to Budget	%Bdgt	SPLY *	%SPLY
						<u>Total Compensation</u>						
						Operations:						
\$ 27.5	\$ 28.1	\$ - 0.6	- 2.2	\$ 27.1	1.3	-Support	\$ 157.8	\$ 164.6	\$ - 6.8	- 4.1	\$ 155.8	1.3
880.6	878.8	[ 1.8 ]	[ 0.2 ]	887.7	- 0.8	-Mail Processing	5,462.2	5,465.3	- 3.1	- 0.1	5,446.3	0.3
310.9	307.3	[ 3.6 ]	[ 1.2 ]	291.1	6.8	-Rural Delivery	1,857.0	1,822.4	[ 34.6 ]	[ 1.9 ]	1,711.5	8.5
1,115.3	1,112.8	[ 2.5 ]	[ 0.2 ]	1,060.4	5.2	-Other Delivery	6,728.9	6,630.1	[ 98.8 ]	[ 1.5 ]	6,314.2	6.6
79.3	79.8	- 0.4	- 0.6	77.1	2.9	-Vehicles Services	479.7	480.1	- 0.5	- 0.1	462.1	3.8
196.7	201.0	- 4.3	- 2.1	189.3	3.9	-Plant & Equip Maint	1,169.5	1,189.7	- 20.1	- 1.7	1,114.7	4.9
579.0	581.7	- 2.7	- 0.5	572.8	1.1	-Customer Services	3,542.6	3,530.1	[ 12.5 ]	[ 0.4 ]	3,449.2	2.7
23.3	25.5	- 2.2	- 8.5	23.6	- 1.1	Controller	137.7	151.8	- 14.1	- 9.3	138.3	- 0.5
25.1	27.4	- 2.2	- 8.2	25.1	0.1	Human Resources	147.3	159.6	- 12.2	- 7.7	145.7	1.2
32.4	34.7	- 2.3	- 6.6	38.6	- 16.0	Customer Service & Sales	193.3	205.5	- 12.3	- 6.0	226.1	- 14.5
162.1	161.5	[ 0.6 ]	[ 0.4 ]	158.1	2.5	Administration	948.0	938.9	[ 9.2 ]	[ 1.0 ]	925.1	2.5
156.0	144.3	[ 11.6 ]	[ 8.1 ]	138.1	12.9	Other Salaries & Benefits	888.4	822.8	[ 65.6 ]	[ 8.0 ]	748.8	18.6
<b>\$ 3,588.3</b>	<b>\$ 3,583.0</b>	<b>[\$ 5.4 ]</b>	<b>[ 0.2 ]</b>	<b>\$ 3,489.1</b>	<b>2.8</b>	<b>Total Salaries &amp; Benefits</b>	<b>\$ 21,712.4</b>	<b>\$ 21,560.8</b>	<b>[\$ 151.7 ]</b>	<b>[ 0.7 ]</b>	<b>\$ 20,837.8</b>	<b>4.2</b>
78.7	78.7	- 0.1	- 0.1	69.9	12.6	Workers' Compensation	474.7	445.1	[ 29.6 ]	[ 6.7 ]	419.7	13.1
5.6	5.6	0.0	0.0	3.0	86.4	Unemployment Compensation	33.7	33.7	0.0	0.0	18.2	85.9
107.4	107.4	0.0	0.0	99.2	8.2	Deferred Retirement Cost	644.1	644.1	0.0	0.0	595.1	8.2
61.3	61.3	0.0	0.0	52.0	17.9	CSRS Annuitant COLA	367.5	367.5	0.0	0.0	311.7	17.9
66.0	66.0	- 0.0	- 0.0	57.0	15.7	Annuitant Health Benefits	396.0	396.0	- 0.0	- 0.0	342.2	15.7
95.9	89.7	[ 6.2 ]	[ 7.0 ]	19.4	394.0	Other Compensation	392.4	391.2	[ 1.2 ]	[ 0.3 ]	191.6	104.8
<b>\$ 4,003.2</b>	<b>\$ 3,991.7</b>	<b>[\$ 11.5 ]</b>	<b>[ 0.3 ]</b>	<b>\$ 3,789.6</b>	<b>5.6</b>	<b>Total Personnel Compensation</b>	<b>\$ 24,020.9</b>	<b>\$ 23,838.4</b>	<b>[\$ 182.5 ]</b>	<b>[ 0.8 ]</b>	<b>\$ 22,716.3</b>	<b>5.7</b>

[ ]=Unfavorable variance to budget

\* Recasted Data

Note: Totals may not sum due to rounding.



**ANALYSIS OF NON-PERSONNEL EXPENSES**  
**Accounting Period 6, FY 2001**  
(\$ Millions)

Current Period							Year-to-Date						
Actual	Budget	Var. to Budget	%Bdgt	SPLY *	%SPLY	Description	Actual	Budget	Var. to Budget	%Bdgt	SPLY *	%SPLY	
\$ 396.8	\$ 355.7	[\$ 41.1 ]	[ 11.5 ]	\$ 376.0	5.5	Transportation	\$ 2,436.0	\$ 2,269.2	[\$ 166.8 ]	[ 7.4 ]	\$ 2,209.7	10.2	
250.6	280.4	- 29.8	- 10.6	243.5	2.9	Supplies & Services	1,390.9	1,497.4	- 106.5	- 7.1	1,387.6	0.2	
182.4	171.5	[ 10.9 ]	[ 6.4 ]	157.4	15.9	Depreciation	997.2	999.9	- 2.7	- 0.3	938.9	6.2	
76.4	76.5	- 0.1	- 0.1	69.5	10.0	Rent	371.5	384.7	- 13.1	- 3.4	351.3	5.8	
45.2	41.2	[ 4.0 ]	[ 9.7 ]	37.2	21.6	Fuel & Utilities	215.6	216.3	- 0.7	- 0.3	189.1	14.0	
29.8	29.7	[ 0.1 ]	[ 0.2 ]	26.6	12.2	Rural Carrier Equip Maint Allowance	175.9	173.6	[ 2.3 ]	[ 1.3 ]	158.2	11.2	
37.3	32.5	[ 4.8 ]	[ 14.7 ]	31.0	20.2	Vehicle Maintenance	200.0	175.1	[ 24.9 ]	[ 14.2 ]	159.8	25.1	
35.9	48.5	- 12.6	- 26.1	18.7	91.7	Information Technology	120.5	170.3	- 49.9	- 29.3	140.7	- 14.4	
12.4	16.8	- 4.5	- 26.5	12.5	- 1.2	Building Projects Expensed	66.4	87.2	- 20.7	- 23.8	79.9	- 16.9	
5.0	5.3	- 0.4	- 7.2	5.0	- 1.1	Contract Job Cleaners	30.5	32.1	- 1.6	- 4.9	29.6	3.0	
12.1	14.0	- 1.9	- 13.5	12.5	- 2.6	Travel & Relocation	58.3	76.8	- 18.5	- 24.0	61.2	- 4.6	
16.9	21.3	- 4.4	- 20.5	28.9	- 41.5	Communications	91.9	105.5	- 13.5	- 12.8	113.0	- 18.7	
6.0	6.0	- 0.1	- 1.0	5.7	3.7	Contract Stations	29.4	30.9	- 1.5	- 4.9	30.3	- 3.0	
3.2	2.7	[ 0.5 ]	[ 16.5 ]	3.1	4.8	Printing	13.3	18.9	- 5.6	- 29.7	15.2	- 12.5	
5.2	7.8	- 2.6	- 33.1	3.9	33.3	Training	29.1	38.0	- 8.9	- 23.5	21.8	33.7	
3.3	5.2	- 2.0	- 37.3	4.9	- 33.0	Carfare & Tolls	24.7	30.5	- 5.7	- 18.8	27.2	- 9.1	
3.7	3.7	[ 0.0 ]	[ 0.3 ]	4.4	- 16.5	Vehicle Hire	22.9	20.8	[ 2.1 ]	[ 10.0 ]	20.2	13.7	
4.1	3.7	[ 0.4 ]	[ 10.7 ]	4.0	2.0	Accident Cost	23.6	23.4	[ 0.2 ]	[ 0.9 ]	17.5	35.1	
- 4.2	- 5.0	[ 0.8 ]	[ 15.5 ]	- 3.8	- 9.8	Capitalized Interest	- 26.9	- 30.0	[ 3.1 ]	[ 10.2 ]	- 24.8	- 8.6	
23.1	22.5	[ 0.7 ]	[ 3.0 ]	26.5	-	Miscellaneous	136.6	130.3	[ 6.3 ]	[ 4.8 ]	86.4	-	
<b>\$ 1,145.1</b>	<b>\$ 1,140.2</b>	<b>[\$ 4.9 ]</b>	<b>[ 0.4 ]</b>	<b>\$ 1,067.5</b>	<b>7.3</b>	<b>Total Other Operating Expenses</b>	<b>\$ 6,407.6</b>	<b>\$ 6,450.9</b>	<b>\$ - 43.3</b>	<b>- 0.7</b>	<b>\$ 6,012.9</b>	<b>6.6</b>	

[ ]=Unfavorable variance to budget

\* Recasted Data

Note: Totals may not sum due to rounding.

**STATEMENT OF FINANCIAL POSITION**  
**Accounting Period 6, FY 2001**  
(\$ Millions)

	February 23, <u>2001</u>	January 26, <u>2001</u>	September 30, <u>2000</u> *
<b><u>Assets</u></b>			
<b>Current Assets:</b>			
Cash and cash equivalents _1/	\$ 99	\$ 100	\$ 677
U.S. Government securities, at amortized cost which approximates market	6	6	6
<b>Receivables:</b>			
Foreign countries	364	368	349
U.S. Government	143	144	134
Other	<u>225</u>	<u>231</u>	<u>213</u>
	732	743	696
Less allowances	<u>114</u>	<u>112</u>	<u>107</u>
	618	631	589
Supplies, advances and prepayments	<u>370</u>	<u>368</u>	<u>383</u>
<b>Total Current Assets</b>	<b>1,093</b>	<b>1,105</b>	<b>1,655</b>
Other assets _2/	375	375	375
<b>Property and equipment, at cost:</b>			
Buildings	18,327	18,202	17,685
Equipment	14,398	14,296	13,973
Land	<u>2,626</u>	<u>2,614</u>	<u>2,534</u>
	35,351	35,112	34,192
Less allowances for depreciation	<u>13,831</u>	<u>13,697</u>	<u>13,143</u>
	21,520	21,415	21,049
Construction in progress	2,462	2,546	2,389
Leasehold improvements, net	<u>664</u>	<u>659</u>	<u>632</u>
	24,646	24,620	24,070
Deferred Retirement Costs _3/	<u>33,541</u>	<u>33,710</u>	<u>32,183</u>
<b>Total Assets</b>	<b><u>\$ 59,655</u></b>	<b><u>\$ 59,810</u></b>	<b><u>\$ 58,283</u></b>

\_1/ Includes securities with maturities of 90 days or less in accordance with Statement of Financial Accounting Standards (SFAS) No. 95.

\_2/ Includes \$373 million as of September 30, 2000, January 26, 2001 and February 23, 2001 for appropriation receivable for revenue forgone.

\_3/ Represents the Postal Service's deferred retirement liability to OPM for increases in basic pay and annuitants' COLAs. Amounts applicable to future periods are capitalized as deferred retirement costs and amortized over 30 years for basic pay and 15 years for annuitants' COLAs.

\* Audited year-end data

**STATEMENT OF FINANCIAL POSITION**  
**Accounting Period 6, FY 2001**  
(\$ Millions)

	<b>February 23, 2001</b>	<b>January 26, 2001</b>	<b>September 30, 2000 *</b>
<b><u>Liabilities and Equities</u></b>			
<b>Current Liabilities:</b>			
Compensation and employees' benefits	\$ 5,773	\$ 5,529	\$ 5,295
Estimated prepaid postage	1,659	1,683	1,594
<b>Payables and accrued expenses:</b>			
Foreign countries	437	472	439
U.S. Government	178	181	150
Other	<u>2,436</u>	<u>2,500</u>	<u>1,300</u>
	3,051	3,153	1,889
 Appropriation for free & reduced rate mail	 40	 45	 0
Prepaid permit mail and box rentals	1,525	1,534	1,969
Outstanding postal money orders	885	818	716
Current portion of debt	<u>3,503</u>	<u>3,725</u>	<u>6,814</u>
 <b>Total Current Liabilities</b>	 <b>16,436</b>	 <b>16,487</b>	 <b>18,277</b>
 <b>Long-term debt, less current portion</b>	 <b>3,751</b>	 <b>3,752</b>	 <b>2,502</b>
 <b>Other Liabilities:</b>			
Amounts payable for retirement benefits _3/	32,275	32,275	30,212
Workers' compensation claims	5,427	5,348	5,029
Employees' accumulated leave	1,835	1,838	2,090
Other	<u>1,083</u>	<u>1,070</u>	<u>819</u>
<b>Total Other Liabilities</b>	40,620	40,531	38,150
 Capital Contributions of the US Government	 3,034	 3,034	 3,034
Deficit Since Reorganization	<u>- 4,186</u>	<u>- 3,994</u>	<u>- 3,680</u>
Equity/Capital Deficiency	<u>- 1,152</u>	<u>- 960</u>	<u>- 646</u>
 <b>Total Liabilities and Equity</b>	 <b><u>\$ 59,655</u></b>	 <b><u>\$ 59,810</u></b>	 <b><u>\$ 58,283</u></b>

\_3/ Represents the Postal Service's deferred retirement liability to OPM for increases in basic pay and annuitants' COLAs. Amounts applicable to future periods are capitalized as deferred retirement costs and amortized over 30 years for basic pay and 15 years for annuitants' COLAs.

\* Audited year-end data

**CAPITAL INVESTMENTS  
FY 2001**

(\$ Millions)

<u>MAJOR CATEGORIES</u>	<b>COMMITMENTS</b> <b>A/P 06 Year-to-Date</b>			<b>EXPENDITURES</b> <b>A/P 06 Year-to-Date</b>		
	<u>ACTUAL</u>	<u>PLAN</u>	<u>SPLY</u>	<u>ACTUAL</u>	<u>PLAN</u>	<u>SPLY</u>
CONSTRUCTION AND BUILDING PURCHASE	\$ 71.0	\$ 75.2	\$ 115.4	\$ 318.7	\$ 417.4	\$ 373.8
BUILDING IMPROVEMENTS	81.4	99.0	198.9	261.8	313.8	321.2
MAIL PROCESSING EQUIPMENT	157.1	163.5	110.2	393.5	367.8	398.4
VEHICLES	23.4	18.5	30.0	134.1	100.9	19.8
RETAIL EQUIPMENT	30.1	38.8	20.3	113.6	106.3	108.5
POSTAL SUPPORT EQUIPMENT	74.2	70.4	68.0	175.6	272.0	152.3
<b>TOTAL COMMITMENTS/EXPENDITURES *</b>	<b>\$ 437.2</b>	<b>\$ 465.4</b>	<b>\$ 542.8</b>	<b>\$ 1,397.3</b>	<b>\$ 1,578.2</b>	<b>\$ 1,374.0</b>

**Note:** Totals may not sum due to rounding.

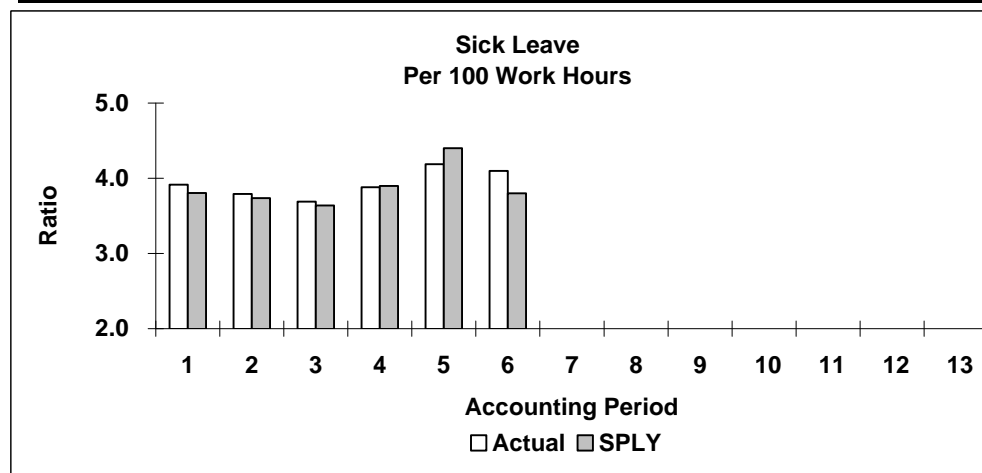
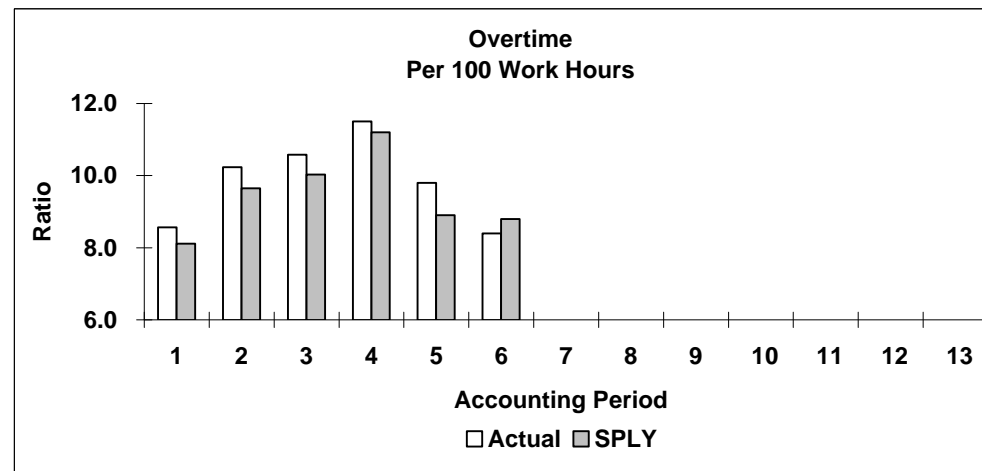
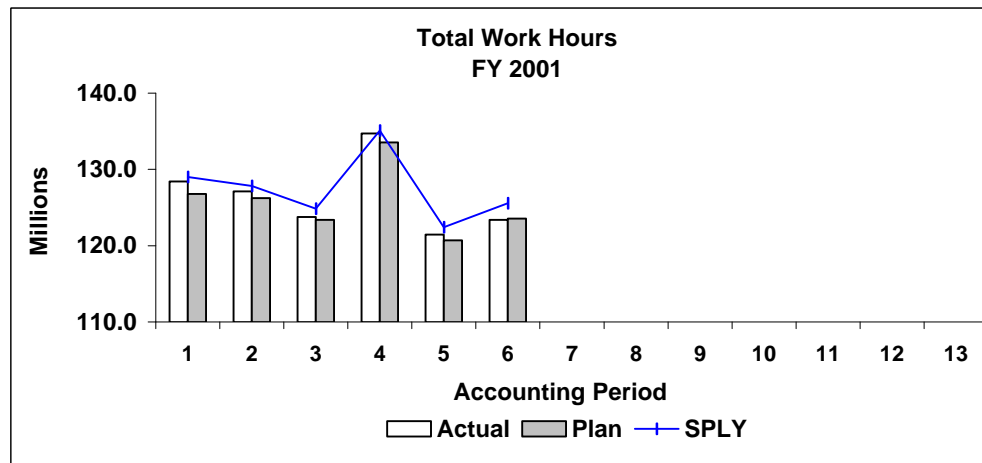
\* The capital plan was reduced from \$3.6 billion to \$2.6 billion.

**RESOURCES ON ORDER**  
(\$ Millions)

<u>MAJOR CATEGORIES</u>	<b>February 23, 2001</b>	<b>September 30, 2000</b>
CONSTRUCTION AND BUILDING PURCHASE	\$ 441.9	\$ 693.2
BUILDING IMPROVEMENTS	262.5	458.1
MAIL PROCESSING EQUIPMENT	1,360.7	1,617.0
VEHICLES	263.9	375.2
RETAIL EQUIPMENT	145.1	228.7
POSTAL SUPPORT EQUIPMENT	162.6	269.2
INVENTORIES	192.6	230.2
RESEARCH AND DEVELOPMENT	45.1	38.9
MISCELLANEOUS EXPENSE COMMITMENTS	3,572.9	3,463.1
<b>TOTAL RESOURCES ON ORDER</b>	<b>\$ 6,447.2</b>	<b>\$ 7,373.6</b>

**STATEMENT OF CASH FLOWS**  
(\$ Millions)

For the Year through February 23, 2001	FY 2001
<b>Cash flows from operating activities:</b>	
Net income/(loss) (Government Fiscal Year Basis)	\$ (506)
Adjustments to reconcile net income/(loss) to net cash provided/(used) by operating activities:	
Depreciation and amortization	892
Increase/(decrease) in other liabilities	264
Increase/(decrease) in employees' accumulated leave	(255)
Increase/(decrease) in non-current workers' compensation claims	398
Increase/(decrease) in retirement, net	705
Changes in current assets and liabilities:	
Increase/(decrease) in accrued compensation and benefits	478
Increase/(decrease) in deferred revenue	(339)
Increase/(decrease) in payables and accrued expenses	1,162
(Increase)/decrease in receivables	(29)
(Increase)/decrease in supplies, advances and prepayments	13
Increase/(decrease) in outstanding postal money orders	169
<b>Net cash provided by operating activities</b>	<b>2,952</b>
<b>Cash flows from investing activities:</b>	
Sale/(purchase) of U.S. Government securities, net	0
Purchase of property and equipment, net	(1,468)
<b>Net cash used in investing activities</b>	<b>(1,468)</b>
<b>Cash flows from financing activities:</b>	
Increase/(decrease) in debt	(2,062)
(Increase)/decrease in other non-current assets	0
<b>Net cash used by financing activities</b>	<b>(2,062)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(578)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>677</b>
<b>Cash and cash equivalents at end of period</b>	<b>\$ 99</b>



WORK HOURS & OVERTIME/SICK LEAVE RATIOS

Accounting Period 6, FY 2001

(Data in Thousands)

Current Period						Year-to-Date				
Actual	Var. to Budget	%Bdgt	SPLY*	%SPLY		Actual	Var. to Budget	%Bdgt	SPLY*	%SPLY
					<u>Total Work Hours</u>					
					Operations:					
769	- 12	- 1.5	791	- 2.8	-Support	4,453	- 170	- 3.7	4,577	- 2.7
31,523	[ 336 ]	[ 1.1 ]	32,670	- 3.5	-Mail Processing	200,140	[ 2,039 ]	[ 1.0 ]	206,493	- 3.1
13,074	- 89	- 0.7	12,823	2.0	-Rural Delivery	78,872	[ 295 ]	[ 0.4 ]	76,312	3.4
37,125	[ 27 ]	[ 0.1 ]	37,643	- 1.4	-Other Delivery	228,243	[ 2,990 ]	[ 1.3 ]	227,714	0.2
2,587	- 13	- 0.5	2,596	- 0.4	-Vehicles Services	15,656	- 59	- 0.4	15,700	- 0.3
6,482	- 189	- 2.8	6,467	0.2	-Plant & Equip Maint	38,586	- 880	- 2.2	38,274	0.8
20,061	- 238	- 1.2	20,637	- 2.8	-Customer Services	123,593	[ 119 ]	[ 0.1 ]	125,224	- 1.3
718	- 68	- 8.6	752	- 4.5	Controller	4,257	- 422	- 9.0	4,443	- 4.2
724	- 49	- 6.4	752	- 3.8	Human Resources	4,315	- 279	- 6.1	4,414	- 2.3
1,051	- 72	- 6.5	1,269	- 17.2	Customer Service & Sales	6,285	- 381	- 5.7	7,474	- 15.9
5,137	[ 9 ]	[ 0.2 ]	5,216	- 1.5	Administration	30,682	[ 148 ]	[ 0.5 ]	31,053	- 1.2
4,141	[ 217 ]	[ 5.5 ]	3,943	5.0	Other	24,862	[ 2,677 ]	[ 12.1 ]	23,158	7.4
123,392	- 141	- 0.1	125,559	- 1.7	Total Work Hours	759,944	[ 6,077 ]	[ 0.7 ]	764,836	- 0.6
					<u>Overtime</u>					
					Overtime Ratio					
					Per 100 Work Hours	9.9%	8.9%	9.5%		
					<u>Sick Leave</u>					
					Sick Leave Ratio					
					Per 100 Work Hours	4.0%	--	3.9%		

[ ]=Unfavorable variance to budget

\* Recasted Data

Note: Totals may not sum due to rounding.